



Government of
Saskatchewan

Twenty-Sixth Annual Report

April 1, 1984 to March 31, 1985

Saskatchewan Liquor Licensing Commission

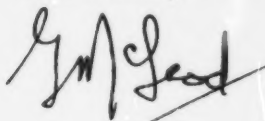
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The Honourable Frederick W. Johnson
Lieutenant Governor of the
Province of Saskatchewan

Dear Sir:

I have the honour to hereby transmit the
Twenty-Sixth Annual Report of the Liquor
Licensing Commission for the year ending
March 31, 1985.

Yours sincerely

A handwritten signature in dark ink, appearing to read 'G. McLeod', with a long horizontal stroke extending to the right.

George McLeod
Minister in Charge
Saskatchewan Liquor Licensing Commission

The Honourable George McLeod
Minister in Charge
Saskatchewan Liquor Licensing Commission

Dear Sir:

I have the honour on behalf of the
Liquor Licensing Commission to submit
herewith the Annual Report of this
Commission covering the fiscal year
ending March 31, 1985.

Respectfully submitted,

Martin P. Pederson

Martin Pederson
Chairman

Local Option Votes

Pursuant to the provisions of Section 36 of The Liquor Licensing Act, the Commission arranged for votes to be taken in 13 local option areas, resolutions having been received from the various municipal councils requesting such votes to be taken. A statement showing the results of these votes is included as Schedule A to this report.

Licensing

During the year, the Commission held forty-seven sittings and conducted one hundred and eighty-eight hearings to consider applications for the various types of licenses provided for in Section 31 of The Liquor Licensing Act. The Commission also held forty-nine meetings and passed minutes on five hundred and fifty-four matters pertaining to the general conduct and operation of licensed outlets.

The Commission has continued to follow the policy of granting licenses only to applicants of good character and who possess the attributes necessary to ensure satisfactory operation of their business. Every effort was made to ensure that applicants fully understood their responsibilities with regard to the provisions of The Liquor Licensing Act and Regulations made pursuant thereto.

Reports received from the Inspection Department indicate that licensees generally are operating their establishments conscientiously and discharging their responsibilities to the public in a most satisfactory manner.

In accordance with the provisions of Section 29 of the Act, a statement showing the requirements of this section is included as Schedule B to this report.

Financial Statement

A statement of the financial aspects of the operation of the Commission is included.

Acknowledgements

The Commission acknowledges with gratitude the fine co-operation and help which has been given by all departments of Government and by the R.C.M. Police and the various municipal law enforcement authorities. The Commission also wishes to report that the employees have continued to serve most loyally and effectively for which the Commissioners express their sincere thanks.

Schedule A — Statement of Local Option Votes

Local option votes were taken in 13 local option areas during the year. Results of the voting on the various questions by such local option areas are as follows:

	Affirmative	Negative
Restaurants	6	0
Beverage Rooms	0	1
Dining Rooms	8	0
Cocktail Rooms	8	2
Clubs	3	1

Schedule B — Statement of Licenses

Type of License	Terminated/Expired and Surrendered						Licenses in Effect	
	Issued	Ownership Change	Seasonal & Interim	Close of Business	Premise Destroyed	Cancelled by Commission	March 31, 1985	March 31, 1984
Restaurants	13	—	4	2(note 2)	—	—	7	4
Beverage Room								
— Hotel	616(note 1)	82	32	4(note 3)	2	—	496	495
— Restaurant	7	—	—	1	—	—	6	6
Dining Room	725	49	84	33 (note 4)	—	—	559	500
Cocktail Room	403	23	44	27	—	—	309	278
Club (Liquor)	122	—	13	1	—	—	108	106
Canteen (Liquor)	79	—	4	—	—	—	75	77
Northern Outfitter's	5	—	5	—	—	—	—	—
Totals	1,970	154	186	68	2	—	1,560	1,591

Note (1) 616 beverage room licenses issued. All but one also issued an off sale license.

(2) One of these licenses was voluntarily surrendered and replaced with a dining room license.

(3) One of these licenses was voluntarily surrendered and replaced with a dining room and cocktail room license.

(4) Nine special dining room licenses were issued and expired during the licensing period 1984/85.

Suspensions:

5 Beverage Room Licenses

2 Dining Room Licenses

2 Cocktail Room Licenses

Statement of Applications Received

Type of Licence	Received and Carried over from 1983-84	Issued	Refused	Withdrawn by Applicant	Pending March 31, 1985
Restaurant	9	8	—	—	1
Beverage Room — Hotel	602	584(note 1)	—	—	18
— Restaurant	9	8	—	—	1
Dining Room	691	660	—	1	30
Cocktail Room	377	365	—	—	12
Club (Liquor)	111	108	—	—	3
Canteen (Liquor)	76	76	—	—	—
Northern Outfitter's	5	5	—	—	—

Note 1: All but one of the 584 issued a beverage room license also applied for and received an off-sale license.

Liquor Licensing Commission

Financial Statements

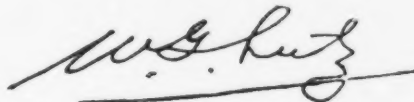
Year ended March 31, 1985

Auditor's Report

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of the Liquor Licensing Commission as at March 31, 1985 and the statements of revenue, expenditure and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting applied on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
May 22, 1985.

W. G. Lutz, F.C.A.,
Provincial Auditor.

Liquor Licensing Commission

Balance Sheet — March 31, 1985

(with comparative figures at March 31, 1984)

	1985	1984
Assets		
Current:		
Accounts receivable (note 3)	\$ 496,799	\$ 473,439
Prepaid Expenses	8,813	—
Total current assets	<u>\$ 505,612</u>	<u>\$ 473,439</u>
Liabilities and Equity		
Current:		
Accounts payable	\$ 22,257	\$ 27,855
Deferred revenue (note 5)	289,000	278,701
Total current liabilities	<u>311,257</u>	<u>306,556</u>
Pension costs payable (note 2)	96,119	49,824
Equity:		
Retained earnings	98,236	117,059
	<u>\$ 505,612</u>	<u>\$ 473,439</u>

(See accompanying notes to the financial statements)

Liquor Licensing Commission

Statement of Revenue, Expenditure and Retained Earnings Year Ended March 31, 1985 (with comparative figures for the 1984 year)

	1985	1984
Revenue		
Payments by Liquor Board pursuant to Section 227, The Liquor Act	\$1,373,564	\$1,489,818
License fees	355,941	338,333
Entertainment fees	94,440	84,852
Application fees	47,350	57,550
Interest	41,500	37,500
Payment by railway and airline companies pursuant to Section 116 and 119, respectively, The Liquor Licensing Act	2,632	2,724
Total revenue	<u>1,915,427</u>	<u>2,010,777</u>
Expenditure:		
Administration		
Salaries and wages	687,103	598,806
Superannuation fund contributions (note 2)	134,340	131,227
Travel	129,775	121,154
Rent, light and water (note 4)	122,196	65,126
Stationery and supplies	42,896	14,493
Employee benefits	29,653	17,111
Postage and Telephone	28,738	27,876
Data Processing	26,136	—
Advertising and voting re licensed premises	19,806	26,266
Sundry	11,671	20,948
Small Equipment Purchase	1,936	—
	<u>1,234,250</u>	<u>1,023,007</u>
Capital expenditure		
Office equipment	—	1,948
Total expenditure	<u>1,234,250</u>	<u>1,024,955</u>
Excess of revenue over expenditure	681,177	985,822
Retained earnings, beginning of year	117,059	131,237
	<u>798,236</u>	<u>1,117,059</u>
Payments to Minister of Finance	700,000	1,000,000
Retained earnings, end of year	<u>\$ 98,236</u>	<u>\$ 117,059</u>

(see accompanying notes to the financial statements)

Liquor Licensing Commission

Statement of Changes in Financial Position Year Ended March 31, 1985 (with comparative figures for the 1984 year)

	1985	1984
Source of Funds:		
Excess of revenue over expenditure for the year	\$ 681,177	\$ 985,822
Charges not requiring funds:		
Accrued pension costs	46,295	49,824
	<u>727,472</u>	<u>1,035,646</u>
Application of Funds:		
Payments to Minister of Finance	700,000	1,000,000
Increase in working capital	27,472	35,646
Working capital, beginning of year	<u>166,883</u>	<u>131,237</u>
Working capital, end of year	<u>\$ 194,355</u>	<u>\$ 166,883</u>

(see accompanying notes to the financial statements)

Liquor Licensing Commission

Notes to Financial Statements March 31, 1985

1. Accounting Policy

a) Pensions

The employees of the Commission are covered by either the Public Employees (Government Contributory) Superannuation Plan or the Liquor Board Superannuation Fund. The Public Employees (Government Contributory) Superannuation Plan is a cost based plan and all pension costs which are charged to operations are equivalent to the amount provided for funding. The Liquor Board Superannuation plan is a benefit based plan and accordingly the Commission has with the recommendation from the plan Actuary established the following policies:

Current service costs are charged to operations. Past service costs arising from modification of the benefits payable under the plan or adjustments in the pension cost calculations brought about by an actuarial evaluation are charged to operations over the future working period of the present members of the plan not to exceed 15 years. These charges are based on a level percentage of employees' contributions to this plan. Any difference between the amount charged to operations and the amount provided for funding is included as a liability or as a deferred charge.

Should the Liquor Board Superannuation Fund become unable to meet all superannuation allowances, lump sum payments and refunds, together with any accruals of interest thereon, any deficiencies will be met by payments from the revenues of the Liquor Board.

b) Administrative Services

The Commission head office occupies the same premises as the Liquor Board head office. The accounting and some office administration functions are provided by the Liquor Board. The Commission has not been charged for these accounting or administrative services and no provision for such costs is reflected in these financial statements. These costs are borne by the Liquor Board.

2. Pension Plan

An actuarial report on the Liquor Board Superannuation Fund as at December 31, 1981 established that there is an unfunded liability for past service costs. The Commission's portion of this past service cost requires an adjusted provision for Superannuation expense for 1985 of \$120,192 (\$35,820 for current service costs, \$84,372 for amortizing past service costs). The cumulative difference between the Commission's provision and funding for pension costs gives rise to a \$96,119 pension cost payable.

3. Due From Liquor Board

Pursuant to Section 166 of The Liquor Licensing Act, the bank account of the Commission was designated to be the Liquor Board's general bank account. Accordingly, \$487,666 which is the difference between the Commission's receipts and payments is included with accounts receivable.

4. Commitment

The lease agreement for offices at 4211 Albert Street requires future minimum lease payments as follows:

	1985	1984
1985	\$ —	\$105,753
1986	105,753	105,753
1987	88,129	88,129
	<u>\$193,882</u>	<u>\$299,635</u>

During the year these offices were subleased and rental revenue of \$19,813 is reflected as a reduction of rent expense.

5. Deferred Revenue

Deferred revenue represents license fees received for which no licenses were issued at March 31, 1985.